

The Global Newspaper Edited and Published in Paris. Printed simultaneously in Paris, London, Zurich, Hong Kong, Singapore, The Hague, Marseille, Miami, Rome, Tokyo.

Herald INTERNATIONAL Tribune

Published With The New York Times and The Washington Post

No. 32,774 27/88

PARIS, SATURDAY-SUNDAY, JULY 9-10, 1988

ESTABLISHED 1887

Britain and Saudis Outline A Huge Base and Arms Deal

By Warren Getler
International Herald Tribune
LONDON — In what is potentially one of the largest Western arms and military facility deals ever, Britain announced on Friday that it had reached a preliminary agreement to build air bases in Saudi Arabia and to supply the Saudis with advanced jet fighters and naval vessels.

over two decades, would represent Britain's biggest export order. It would place London ahead of Washington as the principal Saudi military supplier.

Iran's Air Chief Asserts Jet Sent Civilian Signal

By Karen DeYoung
Washington Post Service
TEHRAN — The commander of Iran's Air Force says he has proof that Iran Air's Flight 655 was transmitting a signal identifying itself as a civilian airliner when it was destroyed by a U.S. missile.

Congress to approve the sale of various weapons to Arab countries. But it denied that the deal would harm U.S.-Saudi relations.



ANGER AND GRIEF IN SEOUL — Relatives of South Korean workers killed in an Iraqi air raid on an Iranian gas refinery attack an executive of the company in Seoul on Friday. Twelve South Koreans were killed and 42 were injured in the attack on June 30.

Jobless Rate Fell In U.S.

At 5.3% in June, Level Is at Lowest Point in 14 Years

By John M. Berry
Washington Post Service
WASHINGTON — Strong employment growth, particularly among younger workers, pushed the U.S. civilian unemployment rate down to 5.3 percent last month, its lowest level in more than 14 years, the Labor Department reported Friday.

Hope Abandoned for 149 Missing After Rig Blast

Compiled by Our Staff From Dispatches
ABERDEEN, Scotland — Rescuers said Friday they had abandoned all hope of finding survivors among 149 men still missing after an oil-rig blew up in the North Sea off the east coast of Scotland.

pressure to release a report on an explosion that occurred on the Piper Alpha platform four years ago. Union leaders for the men on board the installation at the time said the government withheld its report despite calls for its release.



Armand Hammer, chairman of Occidental Petroleum, arriving at Aberdeen's hospital Friday.

Kiosk

U.S. Sees Signs Red Army May Leave Hungary

By John M. Goshko
Washington Post Service
WASHINGTON — The United States has indications that the Soviet Union may be preparing to withdraw the 65,000 troops it has kept in Hungary since crushing the 1956 uprising, a senior U.S. official said on Friday.

U.S. Delays New Visas In Moscow

By Philip Taubman
New York Times Service
MOSCOW — The U.S. Embassy has temporarily stopped issuing refugee visas to Soviet citizens seeking to emigrate to the United States, a move that at present affects mainly Armenians and Jews.



Armenians, angered by the U.S. delay on refugee visas, gathered Friday at the embassy in Moscow.

Mexico Election Erodes One-Party Dominance

By Alan Riding
New York Times Service
MEXICO CITY — Even before any official returns were announced from the presidential elections here, it had become clear that for the first time in 59 years, Mexico had ceased to be a country dominated by a single all-embracing political party.

Czechs Work Busily, Making What No One Wants

By John Tagliabue
New York Times Service
PRAGUE — Somewhere in Czechoslovakia, amid towns and factories, there are warehouses. And, Prime Minister Lubomir Strougal says, they are clogged with goods, worth billions of dollars, that nobody wants to buy.

punish, workers financially depending on performance. If all of that rings vaguely capitalistic, the former philosophy professor is one of the few officials who will talk openly with foreigners about possible contradictions in expecting a party that brooks no political rivals to inspire a national rebirth of competitive spirit.

By Steven R. Weisman
New York Times Service
NEW DELHI — More than 100 persons died Friday when a train derailed while crossing a bridge in southern India, plunging the engine and nine cars packed with passengers into a lake. Indian news agencies said more than 500 were injured and that the death toll could reach 250.

Advertisement for Moët-Hennessy champagne. Includes an image of a bottle and text: "In a 'black velvet,' Guinness PLC has joined in a cross-shareholding accord with France's largest luxury firm, LVMH, which owns Moët-Hennessy. Page 9."

Dow Jones Industrial Average table with columns for Dow, S&P 500, NYSE, and FTSE.

JPMI 10/15/88

Lee Elected to Chairmanship Of Taiwan's Nationalist Party

By Susan Chira
New York Times Service

TAIPEI — In a move that could bolster Taiwan's drive toward democracy, President Lee Teng-hui won the powerful post of chairman of the governing Nationalist Party on Friday at a convention that will test the party's commitment to further change.

Mr. Lee, the first native-born Taiwanese president and ruling party chairman, ranks high in public opinion polls and is thought to back reforms, but needed the chairmanship to consolidate his authority in a party where conservatives born on mainland China still exercise considerable power.

Yet young legislators impatient with the pace of reform protested that Mr. Lee should have been elected by secret ballot rather than by acclamation — yet another sign of the political ferment consuming Taiwan and its governing party.

Since last July, the government has ended its 38-year state of martial law, allowed its people to visit relatives and send mail to the mainland, eased restrictions on the press, lifted bans on street demonstrations, and weathered the end of a family dynasty when President Chiang Ching-kuo died Jan. 13.

At the party congress — the first in seven years — delegates are de-

bating not only the future of democracy in Taiwan, but the political survival of the Kuomintang, or Nationalist Party, which has ruled this country since General Chiang Kai-shek fled here with his followers after losing control of the mainland to the Communists in 1949.

For Taiwan, the outcome of this gathering could be as critical as the Communist Party meetings last week in Moscow and last fall in Beijing. Here, too, a Leninist-inspired party — the Nationalist Party constitution was written by a Soviet adviser in 1924 — is trying to revamp its structure as well as gain support for democratic reforms.

"This is a very, very important congress for the Kuomintang," said Jaw Shau-kong, leader of the party's young liberals. "We have to meet public expectations."

Yet Antonio Chiang, publisher of *The Journalist*, Taiwan's leading political magazine, cautioned that the most important changes at the congress might well be of people, not policies. "The most important thing is to get as much new, strong blood inside the party as possible," he said.

Both the old and new guard made prominent appearances Friday, the first working day of the party convention. Mrs. Chiang Kai-shek, the former president's widow and symbol of the party's past, emerged from seclusion to praise the Nationalist Party's "glorious history" and recount her memories of the party's first national congress in 1924. Wearing a traditional, floor-length black and white dress, her jet-black hair in a bun, Mrs. Chiang walked onto the stage leaning on the arm of an aide and carrying a cane. Mrs. Chiang, who is believed to be more than 90, offered greetings in a clear, strong voice and then sat straight in her chair as a party official read her speech.

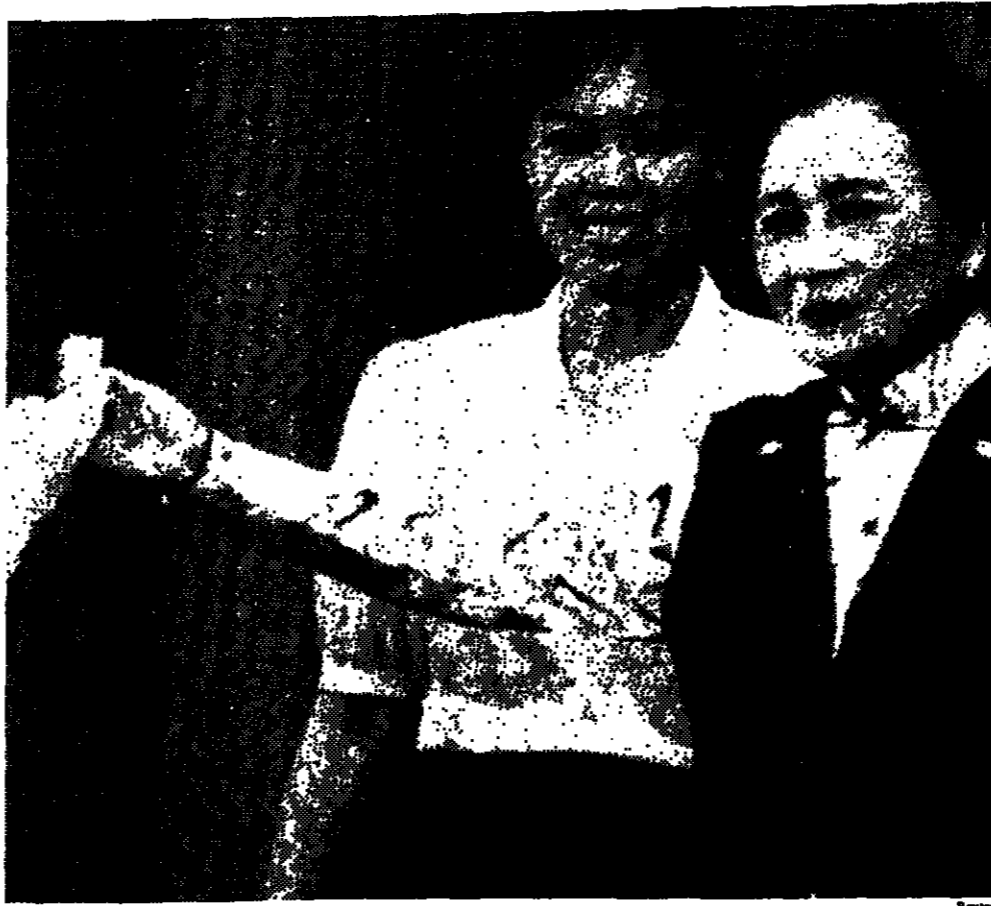
She sat under a huge gold-framed portrait of her brother-in-law, Sun Yat-sen, (1866-1925), the founder of the Nationalist Party and the first president of the Republic of China after the 1911 revo-

lution. She stared straight ahead at the painting of her late husband, Taiwan's first president. To her right hung a portrait of her stepson, the late president.

While Mrs. Chiang avoided any direct endorsement of Mr. Lee — whose appointment as acting party chairman and president she had initially opposed — her presence represented a tacit endorsement and another sign of his acceptance by the party's old guard. Then she left to a standing ovation, waving a white handkerchief.

As the party reflected on its past, young legislators called for more changes to protect its future. In an open display of dissent that would have been unthinkable at past congresses, Mr. Jaw delivered an impassioned speech urging his party not to fear change and set a democratic example by allowing delegates to vote for the chairman's post in private.

The delegates elected the chairman by rising to their feet and applauding. To register their protests, Mr. Jaw and a handful of other delegates — eight out of more than 1,184, by official tally — stood and then sat down.



Mrs. Chiang Kai-shek waved goodbye Friday to delegates at the Nationalist Party congress in Taipei.

Teachers Demonstrate In Brazil; 31 Injured

RIO DE JANEIRO — Hundreds of police used tear gas and truncheons Thursday to disperse about 1,000 striking schoolteachers here, local radio stations reported. At least 31 people were injured and three were arrested.

Union leaders called the incident "arbitrary and violent." A police spokesman defended the action, saying some of the strikers were identified as supporters of the leftist Workers United Central labor federation. The teachers went on strike June 18 to demand salary increases.

Both the old and new guard made prominent appearances Friday, the first working day of the party convention. Mrs. Chiang Kai-shek, the former president's widow and symbol of the party's past, emerged from seclusion to praise the Nationalist Party's "glorious history" and recount her memories of the party's first national congress in 1924. Wearing a traditional, floor-length black and white dress, her jet-black hair in a bun, Mrs. Chiang walked onto the stage leaning on the arm of an aide and carrying a cane. Mrs. Chiang, who is believed to be more than 90, offered greetings in a clear, strong voice and then sat straight in her chair as a party official read her speech.

She sat under a huge gold-framed portrait of her brother-in-law, Sun Yat-sen, (1866-1925), the founder of the Nationalist Party and the first president of the Republic of China after the 1911 revo-

Sihanouk Gains Strong Backing of U.S.

By Don Oberdorfer
Washington Post Service

BANGKOK — The United States gave renewed verbal and symbolic backing Friday to Prince Norodom Sihanouk, the Cambodian resistance leader, as Southeast Asian nations pressed for stronger measures to build up Prince Sihanouk as the best hope for a non-Communist future in Cambodia.

Secretary of State George P. Shultz, in a meeting with Prince Sihanouk, presented him with a letter of support from President Ronald Reagan and invited the prince to visit Washington in the fall.

Mr. Shultz called for continuing "strong support for Prince Sihanouk and the non-Communist elements" of the Cambodian resis-

tance. Mr. Shultz added that the groups "represent the political alternative to the Vietnamese occupation and the Khmer Rouge."

Foreign ministers of the Association of South East Asian Nations, who have been meeting in Bangkok this week, have pressed the case for building up Prince Sihanouk politically and militarily to compete with rival Cambodian Communist groups, namely the Vietnamese-backed government of Phnom Penh and the Chinese-backed Khmer Rouge guerrillas.

The government of Phnom Penh is estimated to have about 30,000 troops backed by 125,000 Vietnamese troops. Hanoi has pledged to reduce its contingent in Cambodia

by 50,000 this year and to complete its withdrawal by 1990.

The Khmer Rouge is estimated to have about 40,000 fighters.

Prince Sihanouk's force is estimated to have about 15,000 troops, and a smaller, non-Communist group about 4,000.

Following his meeting with Mr. Shultz, Prince Sihanouk emphasized the need for an international peacekeeping force in Cambodia once a negotiated settlement has been reached.

A U.S. official who participated in the meeting between Mr. Shultz and Prince Sihanouk said that United States backed the general concept of a peacekeeping force.

The discussion of peacekeeping

arrangements, including an international presence arranged by the United Nations or some other body, is likely to be a key test of sincerity in negotiations over a political settlement, a U.S. official said.

In the past, both the Phnom Penh regime and the Khmer Rouge have opposed the concept of an outside presence, which could interfere with their own military operations.

The peacekeeping force may well be one of the first issues to be discussed at a meeting, set to begin in Jakarta on July 25, among the Cambodian factions, Vietnam and other nations. The meeting is seen as a first step toward a settlement of the nine-year Cambodian war.

Troops Leave Yerevan But Strike Continues

MOSCOW — Troops and tanks have been pulled out of Yerevan but local sources said a general strike in the capital of the Armenian Republic was still going on and the press reported similar stoppages elsewhere in the republic.

A journalist of the Armenian news agency Armenpress said by telephone from Yerevan that the troops, who were sent in with tanks and armored personnel carriers to quell clashes earlier in the week, were pulled out Thursday.

"There have been no troops in the city since yesterday morning," the journalist said. He also denied reports that a 10 P.M. curfew had been placed on Yerevan.

But he said the strike, called Monday to protest the status of the Azerbaijani territory of Nagorno-Karabakh, was still going on, although public transportation was now running for the first time in four days.

On Thursday evening, the government newspaper *Izvestiya* reported that the strike had spread across Armenia.

The Communist Party newspaper *Pravda* on Friday quoted local authorities in the town of Kirovakan, north of Yerevan, as saying that 70 percent of enterprises there were working.

And in nearby Dilizhan, *Pravda* said, factory workers held meetings Thursday before deciding against going on strike.

"After expressing support for the demands expressed in Opera Square, the Dilizhan people still decided to work."

Opera Square in Yerevan has been the center of demonstrations and meetings since the Nagorno-Karabakh issue flared five months ago. Up to a million people took part in protests in February without any reports of violence.

The worst violence in the dispute occurred in Yerevan this week after a clear indication from Moscow that it was not prepared to accede to demands that Nagorno-Karabakh, a predominantly Armenian enclave of Azerbaijan, be transferred to Armenian administration.

About 3,000 young people invaded the Yerevan airport in sup-

port of a strike there that prevented planes from landing or taking off for two days. On Tuesday, troops were sent in to eject the demonstrators, who responded with stones and bottles.

Official reports say 36 persons were injured in the airport clashes, and a 22-year-old man died as a result of violence on the main road leading to the airport.

The Armentpress journalists' meetings were taking place Friday on Opera Square, which was reopened to the public Thursday after being sealed off by troops the previous day. He gave no indication of the numbers of people involved.

House Unit Urges Impeachment of U.S. Court Judge

WASHINGTON — A House subcommittee has voted unanimously to recommend impeachment of U.S. District Court Judge Alcee L. Hastings, charging that he solicited a bribe, lied about it in his 1983 trial to win acquittal and leaked confidential information contained in an FBI wiretap order he signed.

The House Judiciary subcommittee on criminal justice on Thursday referred to the full committee 17 articles of impeachment finding against Judge Hastings on every issue the panel considered in its hearings. The final articles charge that he allegedly committed "high crimes and misdemeanors," he undermined "confidence in the integrity and impartiality of the judiciary and betrayed 'the trust of the people of the United States.'"

Judge Hastings, 51, was acquitted Feb. 4, 1983, of conspiring to solicit a \$150,000 bribe from two racketeers convicted in his courtroom in exchange for returning \$846,000 in forfeited property and reducing their sentences.

EUROPE TOPICS

Telephone Charges Differ Greatly in Community

Charges for telephone calls differ greatly within the Community, according to a survey by the Bureau of the Consumers' Unions.

The study, based on questionnaires sent to the national telecommunications authorities in the 12 EC countries, as well as Austria, Switzerland, said a five-minute call from Bonn to Dublin costs 49 cents, while a call from Bonn to Brussels costs 30 percent more than that.

The bureau, saying the "substantial monopoly power" could be made to certain areas of the EC telecommunications market, rather than the partial deregulation foreseen in 1992.

Equal Pay Victory For British Women

The House of Lords.

PLO Links

The Associated Press

BEIRUT — Lieutenant Colonel William R. Higgins of the U.S. Marine Corps was planning a return to his home in California before he was abducted by Iranian forces, a Beirut paper Friday, quoting a PLO official.

Colonel Higgins' divorce

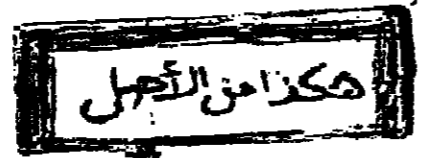
FREE INFORMATION

FROM INTERNATIONAL INVESTOR X

Herald Tribune

The latest information from the distinguished companies listed in this section are available to you at no charge. Simply circle the appropriate number on the coupon at the bottom of the page before August 6th, or telex the numbers with your return address, and the report(s) will be mailed to you by the companies involved.

<p>Crédit National</p> <p>SPECIALISTS IN CORPORATE FINANCE, CREDIT NATIONAL OFFERS:</p> <ul style="list-style-type: none"> • A wide range of debt instruments: French franc and foreign currency denominated fixed rate and one-to-twenty year floating rate loans, and credit lines; • Equity financing; • Real estate financing; • Services: financial engineering, mergers,.... • International capabilities with offices in the U.S. and Spain; • Short-term money market operations in liaison with C.S.I.A. (Banque Commerciale pour les Services, l'Industrie et l'Alimentation); • Capital market operations with brokers X. DUPONT/F. DENANT. 	<p>Dubois Investissements</p> <p>The Dubois Investissements — Castorama Group, France's leading DIY supplier and retailer reports the following figures for 1987:</p> <ul style="list-style-type: none"> — Consolidated sales (incl. VAT) up 16% to 5.514 billion francs; — Net income before tax and exceptional items, 85.7 million francs, against 64.2 million francs in 1986. Group share in income was up 40% to 47.5 million francs. <p>The Group expects further growth in 1988, with a sales target approaching 6.600 billion francs, and it plans to expand elsewhere in Europe, opening a first store in Italy.</p>	<p>AKER NORCEM</p> <p>AKER NORCEM is one of Norway's largest industrial groups with total sales in 1987 of NOK 13,000 million and net profits of NOK 474 million. Over 18,000 employees are engaged in core business activities ranging from production of cement and heavy building materials, civil engineering and construction to off-shore fabrication services and property development.</p> <p>In 1987 the group's activities were expanded through the merger with Norema, one of Scandinavia's largest furnishings and fittings companies. More recently Aker Norcem purchased the UK's second largest cement producer, Castle Cement, in a joint venture with Euroc.</p> <p>Aker Norcem has continued to focus on greater internationalization in 1988, extending its operations throughout the European Community and into the USA.</p>	<p>ALCATEL</p> <p>Alcatel is a global communications systems corporation that began operation in January 1987. Formed from the merger of the communications activities of the French Compagnie Generale d'Electricite (CGE) and the USA's ITT Corporation, Alcatel has recorded sales of ECU 11.2 billion (approximately \$13 billion) for the 12 months ended December 31, 1987.</p> <p>The corporation has over 130,000 employees worldwide serving customers in 110 countries, with major manufacturing plants in 21 countries.</p> <p>Alcatel's activities cover all the latest developments in communications systems — digital switching, landing and undersea optical transmission systems, satellite payloads and ground stations, microwave systems, cellular radiotelephony, ISDN (integrated services digital network), cables and business communications systems.</p> <p>Alcatel n.v., World Trade Centre, Stravinskyplein 537, 1077 XX Amsterdam, The Netherlands.</p>
<p>SKANSKA</p> <p>Skanska is one of Europe's leading civil engineering and building contractors. The centenary year 1987 was a successful year for Skanska. Contracting operations were once again profitable. There was a sharp rise in capital spending on investment properties initiated during the period. The Skanska Group reports 1987 revenues of SEK 19,631 M and income before allocations and taxes of SEK 1,645 M. Revenues from outside Sweden amounted to SEK 2,262 M. Adjusted earnings per share were twice their 1986 level. The Group's income from contracting operations etc after depreciation improved sharply to SEK 524 M (+ 12).</p>	<p>ESSILOR</p> <p>Essilor is France's leading ophthalmic products manufacturer and ranks among the top three worldwide in its speciality.</p> <p>Its production and distribution activities are squarely focused on products designed to improve human vision.</p> <p>Essilor's considerable international presence is reflected in the 68% of sales it achieves outside of France.</p>	<p>THYSSEN AG</p> <p>In 1986/87 Thyssen again showed good overall development. As a producer and trader the Germany-based company is successfully engaged in the business of materials, components and systems. Thyssen is the largest private steel-maker in Europe. It is an international specialist for industrial, ready-to-install components. Thyssen also offers complete industrial system solutions worldwide, e.g. in transportation, in environmental and in manufacturing technology. External sales in fiscal 1986/87 amounted just under DM 27 billion. A work force of 129,000 is employed in over 60 countries around the world.</p>	<p>HOECHST</p> <p>Hoechst is one of the leading chemical companies in the world and its history of success spans a period of 125 years. A significant step was the acquisition of the American company Celanese Corporation in 1987, which enabled Hoechst to expand substantially its position in the world's largest chemicals market.</p> <p>In 1987 net income of the Hoechst Group increased by 16 percent to DM 1.5 billion. Sales amounted to just under DM 37 billion, 11.2 percent more than in the previous year.</p> <p>Expenditure on research exceeded DM 2.2 billion, some 14,000 people in 14 countries work in our research laboratories. Hoechst has around 168,000 employees worldwide.</p> <p>Hoechst has got off to a very good start in its centenary year 1988. In the first quarter 1988 sales and profit again showed an encouraging increase. Group sales reached DM 9.18 billion (+ 14.8 percent), Group profit before taxes an increase to DM 820 million (+ 19.5 percent).</p>
<p>NSKA</p>	<p>SOLVAY</p> <p>Solvay, founded in 1863, is the 2nd largest Belgian Company and ranks among the top 10 chemical companies in Europe. It operates through 130 subsidiaries spread over 32 countries and has 45,000 employees. Group sales amounted to more than \$6.552 billion in 1987. Its activities extend from basic chemicals (alkalis, salt, chlorine, peroxys) to plastics, pharmaceuticals and biochemistry.</p>	<p>VEBA</p> <p>VEBA is one of Germany's leading companies. Fully privatized since March 1987, it is a broadly based industrial and service organization working in four major areas of activity: electricity, oil and gas, chemicals, and trading and transportation. Total external sales in 1987 were DM 40.1 billion. Group net income rose once more and is now DM 943 million. Earnings per share have almost doubled since 1983. Plans are to invest DM 20 million during the next five years. VEBA has 74,000 employees and some 600,000 shareholders.</p>	<p>VIAG</p> <p>VIAG is an industrial corporation. Group includes over 32,000 employees in 180 companies. In May of this year, the remaining 60% share of</p>



هكذا من الأهل

EUROPEAN TOPICS

Telephone Charges Differ Greatly in EC

Charges for telephone services differ greatly within the European Community, according to a survey by the Bureau of European Consumers' Unions.

highest court, has upheld the right of five women to claim equal pay for equal work.

The case was brought by five women employed at Freemans, a mail-order company in Peterborough, northern England.

Freemans opposed the claim, pointing out that the sole male doing the same work as the women got Lord Keith of Kinkel said that if employers were able to evade equal pay laws by "employing one token man" to do the same work as a group of women who were deliberately underpaid, it would mean Britain would have "fallen again" in its obligations to comply with European Community law.

Around Europe

French divers are surveying the wooden hull of the Confederate raider Ashaba, which lies in 190 feet (about 60 meters) of water off Cherbourg, France.

The bureau, saying the "scandalous" discrepancies showed "substantial monopoly profits" could be made in certain countries, called for the total deregulation of the EC telecommunications market, rather than the partial deregulation foreseen for 1992.

Equal Pay Victory For British Women

The House of Lords, Britain's

nonballs, fittings and other artifacts are expected to be recovered — enough to stock museums in France, Alabama and Liverpool, where the ship was built.

Italy's "industry of crime" has reached such proportions that its yearly revenue represents 12 percent of the country's gross national product, or total output of goods and services, according to CENSIS, the country's leading social and economic research institute.

"Eau de Cologne" now has a rival: "Eau de Bonn." Bonn is getting ready for its 2,000th anniversary next year, and city officials asked four groups of women to create a special perfume for the occasion.

Sytske Looijen

Arafat's Men Evacuate Beirut Camp After Defeat

By Ihsan A. Hijazi

BEIRUT — Yasser Arafat lost his last stronghold in Beirut on Friday when his followers were forced out of the Burj al-Brajneh camp.

More than one hundred Arafat loyalists were evacuated from the shantytown in the city's southern outskirts after two months of heavy fighting with their opponents in a rival faction of the PLO led by Colonel Abu Musa.

There were emotional scenes when the combatants emerged at dawn from their shelters in the now demolished camp. They boarded two trucks, which drove them to Ain al Helweh camp near the port city of Sidon 25 miles (40 kilometers) south of here.

At Ain al Helweh, where thousands of followers of Mr. Arafat are entrenched, guerrillas fired their machine guns and rocket-propelled grenades in the air to greet their comrades in arms.

Friday was a repeat performance of what had happened June 27 when 120 Arafat supporters were evacuated from the neighboring Chatila camp to Ain al Helweh.

Mr. Arafat's last stronghold in Beirut.

The deployment of additional PLO fighters in south Lebanon and close to the border with Israel has deepened concern among Lebanese government officials, who fear that there will be an increase in attempts by guerrillas to infiltrate into the Jewish state which would invite Israeli reprisals.

Officials who did not want to be identified for publication said the relocation of Palestinian combatants coincided with moves by the Beirut government to have the mandate of the UN peacekeeping force extended for another six months.



Yasser Arafat's guerrillas leaving the Burj al-Brajneh refugee camp Friday.

The present term for the 5,800 men of the force known as UNIFIL is due to expire later this month.

UN Undersecretary-General Mark Gauding has been holding talks here on the subject with President Amin Gemayel and other government leaders.

The officials pointed out that with more than 5,000 guerrillas entrenched in South Lebanon, it would not be easy for the Lebanese government to press for total Israeli withdrawal from the area.

The Lebanese militia control a 6-mile wide and 50-mile long enclave which the Israelis call their "security zone." They say it is designed to prevent cross-border incursions by guerrillas from Lebanon.

The evacuation from Beirut has rekindled an old feud between Syria and the PLO. Mr. Arafat and his aides have accused Syrian troops that control Beirut's southern suburbs of providing dissidents with the fire power to overrun Chatila and Burj al-Brajneh.

Syria's highest-ranking officer in Lebanon, Brigadier General Ghazi Kanaan, has charged that Mr. Arafat started the clashes in the Beirut camps to disrupt preparations for the election of a new Lebanese president.

The Lebanese parliament is due to meet soon to choose a successor to Mr. Gemayel whose six-year term in office expires late in September.

The acrimonious exchanges have destroyed a recent rapprochement between the PLO chairman and the Syrian president, Hafez al-Assad. Mr. Arafat in April made his first visit to Damascus in five years and held reconciliation talks with Mr. Assad.

Syria had thrown its weight behind Colonel Abu Musa when he broke away from Mr. Arafat in 1983 and set up his own movement which he called el-Fatah Uprising. Mr. Arafat is founder and leader of el-Fatah, the largest of all guerrilla factions.

Also Friday, a Palestinian man was shot dead and another wounded in a confrontation with soldiers in the West Bank village of Tubas.

And three Israeli soldiers were injured at a Gaza City prison when a visitor wielding two knives stabbed them.

Expulsion is considered the harshest of several punishments that the army has used in seeking to grind down the uprising, in which at least 215 Palestinians have been killed and at least 5,250 wounded by gunfire, rubber bullets, beatings or tear gas, according to UN statistics.

Three Israelis have also been killed and hundreds of others injured by hurled rocks, bottles and firebombs.

Israel Plans Expulsion Of 10 More Palestinians

By Glenn Frankel

JERUSALEM — Israel announced Friday plans to expel 10 more Palestinian activists for their alleged involvement in instigating the Arab uprising in the occupied West Bank and Gaza Strip.

The army said the 10 men, six from the West Bank and four from Gaza, have played important roles in the outlawed Palestinian organizations that have gradually taken over direction of the uprising.

The uprising began in December as a spontaneous explosion of popular discontent but has evolved in recent months into a highly organized campaign of attrition.

Expulsion is one of Israel's most controversial punishments and it has been condemned as a violation of Geneva Convention rules by both the United States and the United Nations Security Council.

Israel has expelled at least 20 Palestinian activists this year and has also deported a Palestinian-American, Mubarak Awad, a civil disobedience advocate from Arab-populated East Jerusalem whom it accused of helping organize the uprising.

Also Friday, a Palestinian man was shot dead and another wounded in a confrontation with soldiers in the West Bank village of Tubas.

And three Israeli soldiers were injured at a Gaza City prison when a visitor wielding two knives stabbed them.

Expulsion is considered the harshest of several punishments that the army has used in seeking to grind down the uprising, in which at least 215 Palestinians have been killed and at least 5,250 wounded by gunfire, rubber bullets, beatings or tear gas, according to UN statistics.

Three Israelis have also been killed and hundreds of others injured by hurled rocks, bottles and firebombs.

PLO Links Seized American to Rescue Plan

The Associated Press

BEIRUT — Lieutenant Colonel William R. Higgins of the U.S. Marines Corps was planning a mission to rescue nine American hostages before he was abducted by pro-Iranian forces, a Beirut paper said Friday, quoting a PLO official.

Colonel Higgins divulged the rescue plan during interrogation by his captors. Ad Diyar said, quoting Bassam Abu Sharif, a spokesman of the Palestine Liberation Organization. "We have seen a transcript of the interrogation of Higgins," he said, according to the newspaper.

Colonel Higgins, 43, was commander of a 76-member observer group attached to the United Nations force in Lebanon when he was seized Feb. 17 near Tyre. A pro-Iranian Shiite group claimed responsibility, asserting that the colonel was a CIA operative.

AMER GROUP LTD advertisement. Amer Group is a Finnish marketing oriented multi-business corporation listed on the Helsinki and London Stock exchanges. Its ADR certificates are traded on the U.S. market. Operating divisions are vehicle business, paper, wholesaler and converting, tobacco, communications, investments, golf business, plastics, textile and clothing, marketing units and metal. The main subsidiaries outside Finland are Hobart/McIntosh Paper Company and MacGregor Golf Company, U.S., Rice A/S and Time/System A/S, Denmark. Basic data: Net sales for six-month period U.S. \$1,059 million, Balance sheet total U.S. \$1,045 million.

bip advertisement. B.I.P. is France's premier arbitrage bank, specializing in risk-free and calculated risk operations on the French and international capital markets. As a leader in this field, B.I.P. can point to an eight-year record of high returns and technical expertise on the fast-changing financial markets. 1987 was another successful year, as the bank boosted organizational efficiency and its trading capability across the spectrum of financial instruments, together with its range of treasury and interest rate management services for customers.

BAYERISCHE VEREINSBANK advertisement. BAYERISCHE VEREINSBANK, the largest private banking group in the long-term credit sector in the Federal Republic of Germany, has further expanded its network at home and abroad. We are represented in many parts of the world through approximately 400 branches and representative offices in Europe, the USA, Japan, Hong Kong, China, South America and the Middle East.

CERUS advertisement. The De Benedetti Group's French holding company has interest in the automotive equipment (Valeo), financial information (Dafsa) and financial services (Duménil Leblé and Société Financière de Genève) sectors. Cerus owns a substantial interest in Yves Saint Laurent and in the Group's Spanish holding company (Cofir). 1987 consolidated total assets: FF 5,457 million. 1987 consolidated net income: FF 306 million.

Lyonnaise des eaux advertisement. The Lyonnaise des Eaux group employs 37,000 people working in local communities on five continents. Major international fields are water supply and wastewater treatment, energy technologies and waste management. Lyonnaise subsidiaries distribute water in the United States as well as Spain, provide water treatment in Mexico and China, collect waste in Abijan and Venezuela, and distribute electricity in Tahiti as well as Mexico.

PEUGEOT SA advertisement. The PSA group, one of France's leading industrial groups and first French exporter in 1987 with foreign sales amounting to F.Fr. 60 billion, moved last year from 4th to 3rd position in the European automotive industry. PSA's 12.4% market share enabled it to outdistance Ford Europe. The group produced 1,952,500 vehicles in 1987.

RHÔNE-POULENC advertisement. Rhône-Poulenc is the 9th largest chemical company in the world. In 1987, consolidated net income rose to 2,360 billion French francs, a 175% increase over 1986. In 1987, consolidated Group sales rose to 56.2 billion francs, a 6.6% increase over 1986, 72% of these sales are generated outside France.

SANOFI advertisement. SANOFI is one of the youngest of the major French-based international corporations. 1987 sales (including Yves Rocher) totaled FF. 17 billion. Its three business segments: Human health (44%), bio-industries (28%), perfumes and beauty products (28%). employ a total of 23,000 people in 80 countries, on all five continents, working to improve the quality of life.

VIAG AG advertisement. VIAG is an industrial corporation working in three major areas of activity: energy, aluminium, and chemicals. Worldwide, the VIAG Group includes over 32,000 employees and participations in more than 120 companies. In May of this year, the German Federal Government sold its remaining 60% share of VIAG AG via stock exchange. With this step, privatisation of the company has now been completed.

LVMH advertisement. MOËT HENNESSY . LOUIS VUITTON. LVMH Moët-Hennessy Louis Vuitton is the world's leading luxury products group. Its prestige brands include: Dom Pérignon, Moët & Chandon and Veuve Cliquot champagnes, Hennessy and Hinc cognacs, Christian Dior, Givenchy and RoC perfumes and cosmetics; Louis Vuitton luggage, leather goods and accessories and Loewe.

Herald Tribune advertisement. Mail this coupon or send telex to: Matthew Greene/International Investor X International Herald Tribune 181 Avenue Charles-de-Gaulle 92521 Neuilly Cedex, France. Telex: 613595 F. Fax: 46 37 9370. Please send me the reports from the companies circled, at no cost or obligation. Check here: if you would like information sent to you so that your company is included in our International Investor XI feature scheduled for September 1988, please attach your business card.

INTERNATIONAL Herald Tribune

Yes, Mexico Does Matter

There is a temptation to pass by Mexico's elections because the ruling party, the PRI, has not lost since 1929 and because the party has the machine, the record of service...

written, that these changes did not go far enough in reducing the role of the state in the economy and the monopoly of power enjoyed by the party...

Calculations vs. Realities

Americans have long hankered for formulas to predict elections. Some formulas work better than others. After the Roosevelt landslide of 1936, James J. Farley suggested dryly that the old cliché 'As Maine goes, so goes the nation' be updated to 'As Maine goes, so goes Vermont.'

would produce 354 electoral votes, far more than the 270 required for a majority. The reason for this tilt is not that there are more Republicans. On the contrary, there are more registered Democrats...

Coast Guard Melodrama

On one thing just about all the U.S. presidential candidates this year have been in agreement. Led by Jesse Jackson, they have criticized cuts in the Coast Guard budget and demanded more money for its drug enforcement patrols.

agency cuts the services that will most rapidly get voters squawking at Congress. For at the same time, National Journal's David Morrison reports, the Coast Guard commandant was backing proposals to send Coast Guard cutters to the Gulf and was complaining that congressional subcommittees were robbing his agency to pour money into Amtrak and mass transit studies.

Other Comment

highly specific policy proposals sought by Jesse Jackson. And the rules committee, ratifying terms worked out in advance by teams representing Mr. Jackson and the likely candidate, Michael Dukakis, has agreed on new rules for the allocation of delegates at the 1992 convention. It looks like a satisfactory trade-off, with the cautious Mr. Dukakis largely controlling the platform while letting Mr. Jackson score a victory on delegates.

Democrats as Contenders If Republicans are banking on a divisive Democratic convention this month, they may be disappointed. For a change, the Democrats are acting like a party that would rather win the White House than have a rowdy family fight.

OPINION NATO Must Move on Conventional Arms

BRUSSELS — Winston Churchill used to say that blunting hurt, NATO whatever the pain, will have to make up its mind soon on its position in the forthcoming negotiations on conventional arms control. Talks in Vienna between the 16 NATO members and the seven Warsaw Pact countries are making progress and will likely conclude this month. But NATO has not agreed on the substance of the proposals it must submit when the real negotiations start, possibly in September.

Bush on Arms Control: Cold Warrior

WASHINGTON — Step by step, George Bush has begun to sketch an approach to national-security policy that not only sets him apart from Ronald Reagan but challenges the dominant popular view of U.S.-Soviet relations. In recent speeches and interviews, Mr. Bush has taken a decidedly more skeptical tone than Mr. Reagan toward the changes Mikhail Gorbachev is seeking in his country.



"We've got to talk with George." Meanwhile, Mr. Bush, unlike Mr. Dukakis, vows to keep up the pressure on Mr. Gorbachev by moving ahead with MX and Midgetman missiles and development of the Strategic Defense Initiative.

Some Unsolicited Advice on Dukakis Running Mate

NEW YORK — You didn't ask for my opinion on your vice-presidential choice, Governor Dukakis, but here it is anyway. Assuming no embarrassing skeletons in any closet — a big assumption — the pluses and minuses for the eight people you are reported to be considering come out about as follows: Senator John Glenn of Ohio. Good national recognition from Iran-contra hearings. Wipes out the "soft on defense" charge. Brings Washington experience and heavy clout in the South, where you need it. The bad news: civil rights may vote. The one-time blessing of George Wallace. Says he won't take the job, but hold his feet to the fire; he doesn't have to run for his Senate seat this year, and all he has to lose is exchanging the Armed Services Committee for the vice presidency.

America's Enormous Debt to Ed Meese

GREAT FALLS, Virginia — Long after the ethical peddlery of Attorney General Edwin Meese vanishes from the headlines, the United States will still be marching to his constitutional drummer. For this, the nation should be grateful. In eight years in Washington, Mr. Meese swung the pendulum of judicial thought against idiosyncratic judicial policy-making, bolstered deterrence against organized crime, child pornography and illegal drug use. He strengthened the First Amendment protection for broadcasters. His imprint will be manifest for decades.

100, 75 AND 50 YEARS AGO

1888: Scuffle in France MARSEILLES — An attempt was made here today [July 8] to hold a Nationalist meeting to protest against the employment of foreign workers, but when the election of the officers was being proceeded with, a scene of wild confusion arose.

EC Needs A Shake-Up On Mergers

BRUSSELS — All first signs are for a big year for the mergers and takeover bids in Europe. Hundreds of billions of dollars have been at stake in a succession of negotiations dealing in hard-fought disputes. Gone are the days when European financiers and industrialists operated with a discretion that verged on anonymity. They have emerged from the shadows to occupy the spotlight of public attention.

Tenors

By Henry Pleasants LONDON — One of the tenors in the annals of opera is a tenor at the close of a season of "Loebnang" asking for when the swan falls to the return journey to Mexico. "When does the next leave?" At the Royal Opera.

No New

By Allan Kozminski NEW YORK — The American equivalent to the Space Ark, the Japanese new

DOONESBURY

Perils of GENEVA — It takes up a new auction house... SOUREN MELIKIAN... Tenors... No New... DOONESBURY... CLAUDE MONTELLI... BRITISH CONTEMPORARY... LEFEBVRE GALLERY... PLOTTING... Works on Paper... Picasso... Blue and Pink... Until July 22... Mon-Fri 10-5 Sat 10-12

INTERNATIONAL HERALD TRIBUNE JOHN HAY WHITNEY, Chairman 1988-1989 KATHARINE GRAHAM, WILLIAM S. FALEY, ARTHUR OCHS SULZBERGER, Jr. Editors... JOHN VINCIGUERRA, Executive Editor... KATHERINE KNORR and CHARLES MITCHELL, Deputy Editors... RENÉ BONDY, Deputy Publisher... INTERNATIONAL HERALD TRIBUNE, 181 Avenue Charles-de-Gaulle, 92300 Neuilly-sur-Seine, France. Tel. (1) 46 37 93 00. Telex Advertising: 61399; Circulation: 61283; Editorial: 61271; Production: 63098.

كردمان العربی

ARTS / LEISURE

Perils and Triumphs of a New Auction Firm

GENEVA — It takes guts to set up a new auction house in the current climate of ruthless competition and frenetic search for goods to sell. As Gtza von Habsburg, great-grandson of Emperor Franz Joseph of Austria and one of Europe's experienced auctioneers, brought down his hammer on the last lot in a sale of Old Master and 19th-century paintings at the Hotel...



Gallé's virtuoso piece of decorated glass, "Feuille de rhubarbe."

where nearly all paintings are signed, names are often enough to help even the most mediocre work. With Old Masters, signatures are often missing. On Sunday, there were many casualties among the more modest paintings. A "St. John on Patmos" attributed to Cornelis van Cleve left the room stone cold. It was bought in at 5,500 Swiss francs (about \$3,600), even though it was no worse than many portraits by Henri Martin and other Post-Impressionists that would sell promptly at 10 times that. There was not one bid on "The Rape of Ganymede" — mythological figures floating in a blue sky done as a study for a ceiling trompe l'oeil decoration in some 18th-century Italian palazzo.

Tenors Outnumber Swans in London 'Lohengrins'

LONDON — One of the hoariest jokes in the annals of opera has a tenor at the close of a performance of "Lohengrin" asking loudly, when the swan fails to turn up for the return journey to Monsalvat: "When does the next swan leave?"

subject, with its receding planes and highly naturalistic rendition of vegetation, is highly advanced for its time. The picture qualifies as one of the earliest full-fledged landscape paintings in oil in European art. A contest developed between two Paris dealers, and Michel Segouin came out on top. At 55,000 Swiss francs he has every reason to congratulate himself.

is a model production, especially notably for the Windsor sets by John Gunter, properly applauded at the rise of each curtain. It is strongly cast throughout, and Bernard Haitink, in his farewell to Glyndebourne before moving on to Covent Garden, conducts the London Philharmonic Orchestra with a solicitude for his singers that allows one to relish Desdem's exemplary projection of Boito's Italian text.

No New-Music Angst in Sound Space Ark

Both groups were formed in the early 1970s and brought together an odd but flexible combination of instruments, and both had a fascination with the music of the Japanese composer Toru Takemitsu.

to explore individual sounds rather than phrases (and does so by giving every note and chord a timbre distinct from that of its predecessor while keeping the rhythm steady and unvaried).

Further performances of "Falstaff": July 10, 12, 15, 17, 20, 22, 24, and 28 and Aug. 1, 4, 9 and 12. Henry Pleasants is a London-based author and critic who specializes in music and opera.

DOONESBURY



DOONESBURY... ONE DAY OMAR IS HELPING CRISTAL WITH AN OUT-OF-BODY EXPERIENCE. CRISTAL FLOATS SERENELY ABOVE HER EARTH-PLANE INCARNATION... HUNK! CUT IT OUT! HUNK! TRYING TO MAKE IT MORE COMMERCIAL! CREATIVE DIFFERENCES?

INTERNATIONAL ART EXHIBITIONS

- GIVERNY: CLAUDE MONET MUSEUM IN GIVERNY - THE HOUSE - CLAUDE MONET'S GARDENS - THE WATER-LILY POOL. PARIS: WALLY FINDLAY - New York - Chicago - Palm Beach - Paris. 2 Avenue Matignon. LONDON: LEFEVRE GALLERY - 30 Bruton Street, W1. EDINBURGH: GIMPEL FILS - 30 Davies St., London W1. NIKI DE SAINT PHALLE - The Wounded Animals.

AUCTION SALES

VENTE AUX ENCHERES PUBLIQUES par le Ministère de MM. les Commissaires-Priseurs agréés du Crédit Municipal de Paris. Tuesday 19th July 1988 at 3 pm - Paris - Drouot Richelieu - room 5. HIGHLY IMPORTANT JEWELS. Important Diamond Necklace designed as two rows of graduated brilliant-cut diamonds enclosing a raised band of graduated square-cut diamonds. Signed by Harry Winston. Total Weight of the 294 diamonds: 136.14 carats. Formerly the property of the Marquise de Baroda.



Portrait of an officer that sold for 55,000 Swiss francs in Geneva.

Dining Out. CANNES: COLONY CLUB - Night club. GENEVA: NUANCES. NEUCHÂTEL: ASHIANA. LA CHEVAUCHEE. PRUNIER-MADELEINE. KITTY O'SHEA'S PUB. PARIS 15th: LA TIGRE BLANCHE - KOSHER. PARIS 16th: LE PRESBOURG. PARIS 17th: GOLDENBERG WAGRAM. PARIS 8th: KERVANSARAY.

ND 50 YEARS AGO... 1938: Zeppelin's...

EC Needs A Shake-Up On Mergers... By Giles Merritt... BRUSSELS — At first sight it seems a great year for the EC. Hundreds of billions of dollars have been made in a succession of national deals and mergers. European financiers and businessmen have operated with a discretion and vigor on an anonymous, unemotional, and unemotional basis. Men like the Italian entrepreneur Carlo de Benedetti and the French chairman of Groupe Ferrer have single-handedly built an empire, the new continent's soldiers of fortune, who have altered the mood of Europe. They combine a concern for strengthening Europe's national borders with a concern for strengthening Europe's national borders. The new mood is to be seen in the fact that the EC's Dairies and Beef and Poultry Commission has transformed its ranking automaker to a high-tech company. The new mood is to be seen in the fact that the EC's Dairies and Beef and Poultry Commission has transformed its ranking automaker to a high-tech company. The new mood is to be seen in the fact that the EC's Dairies and Beef and Poultry Commission has transformed its ranking automaker to a high-tech company.

NYSE Most Actives table with columns: Vol., High, Low, Last, Chg.

Market Sales table with columns: NYSE 4 a.m. volume, NYSE prev. cont. close, etc.

NYSE Index table with columns: High, Low, Last, Chg.

Friday's NYSE Closing logo and text: Via The Associated Press

AMEX Diary table with columns: Close, Prev.

NASDAQ Index table with columns: Close, Chg., Prev.

AMEX Most Actives table with columns: Vol., High, Low, Last, Chg.

Dow Jones Bond Averages table with columns: Bonds, Utilities, Industrials

NYSE Diary table with columns: Class, Prev.

Odd-Lot Trading in N.Y. table with columns: Buy, Sell, -25%

Dow Jones Averages table with columns: Open, High, Low, Last, Chg.

Standard & Poor's Index table with columns: High, Low, Close, Chg.

NASDAQ Diary table with columns: Close, Prev.

AMEX Stock Index table with columns: High, Low, Close, Chg.

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

Stock Prices Drop in New York

NEW YORK — Prices on the New York Stock Exchange pulled back Friday for the third straight session as a better-than-expected report on the U.S. joblessness rate in June fueled concern over the outlook for higher inflation. Trading was slow. The Dow Jones industrial average, which fell 7.47 points Thursday, fell 16.54 to close at 2,106.15. For the four-day week, the average lost 25.43 points. Declines led advances 8 to 5 among the 1,938 issues traded. Volume slowed to 136.1 million shares, down from 156.1 million traded Thursday. Stocks merely followed bonds, said Eric Rudner, manager of block trading at Mabon, Nugent & Co. "Volume was very light and there was some modest profit taking after the run we've had in recent weeks. There's no cause for panic. "There was a little concern over the outlook for inflation. But the problem was more a lack of interest rather than any determined selling."

much stronger than expected," said Hugh Johnson, head of the investment policy committee at First Albany Corp. "The first message is that the economy was strong in June—we already had hints of that—and as a result, inflation might rise, which would not give the Fed any room to ease monetary policy," Mr. Johnson said. "The stock market's dilemma is that it faces a trade-off between higher inflation and interest rates and earnings for the second quarter that are expected to be very strong," Mr. Johnson said. "It's a tug-of-war. A standoff." "The question for the near-term is, will inflation and higher interest rates offset the good earnings and prevent further gains in the market," he said. "My guess is that earnings will win in the near-term. "I believe we can see 2,200-2,250 over the near-term. And I give the edge to earnings because if there are going to be any surprises, they will be on the upside with earnings even better than expected." Burlington Resources was the most active issue, unchanged at 25 1/4. USG (when issued) followed up 1/4 to 7 1/4. Teneco was third, gaining 1/4 to 48 1/4. AT&T was unchanged at 26 1/4. IBM fell 1/4 to 126 1/4. Sun Co. jumped 4 1/4 to 60 1/4, following news of a restructuring. Among the blue chips, General Electric was down 1/4 to 43 1/4, Boeing was off 1/4 to 58 1/4, Eastman Kodak was down 1/4 to 44 1/4 and Sears was unchanged at 36 1/4.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Large table of stock prices with columns: 12 Month High, Low, Stock, Div., Yld., PE, % Chg., High, Low, Close, Chg.

Vertical advertisements on the right side of the page, including 'Soviet Reso', 'NEW YORK', 'In a 10-Year Rev...', 'Currency', 'Forward Rates', 'Over Dollar Values', 'Interest Deposits', and 'Key Money Rates July 8'.

كردان الجليل

SAMSUNG Electronics look no further than Samsung Page 9

ECONOMIC SCENE

Soviet Resolutions Equal An Inventory of Failures

By LEONARD SILK New York Times Service NEW YORK — Mikhail S. Gorbachev gained support from last week's conference of the Communist Party...

Market Reform Cleared Steps Would Link 2 U.S. Exchanges

By Kurt Eichenwald New York Times Service NEW YORK — In an effort to reduce the chances of a market collapse like last October's...

West Germany Tries the Fast Track But Development of Magnet Train Is Beseated by Problems

Compiled by Our Staff From Dispatches LATHEN, West Germany — Hopping to win a big U.S. order, West Germany is trying to beat Japan in a high-tech race...

Guinness Sets Share Exchange With LVMH

By Jacques Necher Special to the Herald Tribune PARIS — Racked by reports of a family feud, France's largest luxury goods company, LVMH...

Loss of Oil Rig Will Hit Occidental Earnings, Analysts Say

Reuters LOS ANGELES — Occidental Petroleum Corp.'s earnings could be trimmed by as much as 30 cents a share...

Lower Japanese Trade Surplus Seen

Reuters TOKYO — Japan's June trade surplus, due to be announced Tuesday, is likely to show a significant fall from the \$6.6 billion surplus of a year earlier...

West German Legislature Passes Tax Cut

Reuters BONN — The West German government's 1990 tax reform, a major bid to boost economic growth...



The Transrapid high-speed magnetic levitation train on the test track at Lathen, West Germany.

The action, one in a series of steps announced on Thursday by the two boards to restore investor confidence...

Currency Rates

Table with columns for Currency, Par \$, and various exchange rates for July 8.

Interest Rates

Table with columns for Eurocurrency Deposits, 1 month, 3 months, 6 months, 1 year.

Key Money Rates July 8

Table with columns for Market rates, Discount rate, Prime rate, etc.

Asian Dollar Deposits

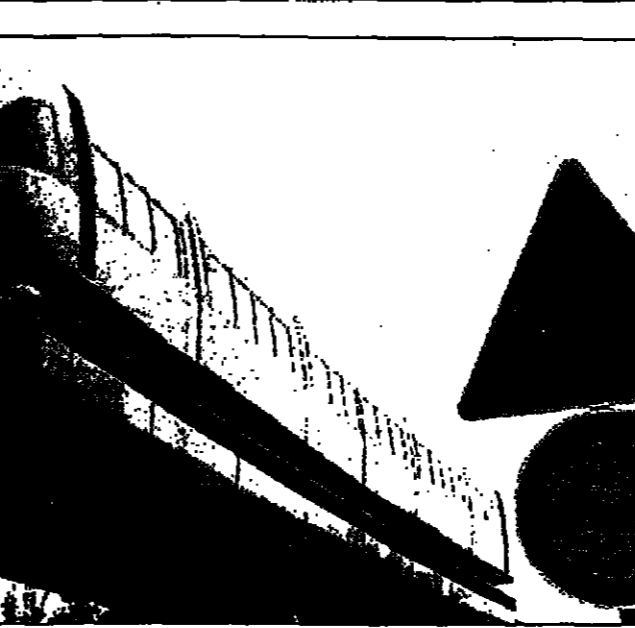
Table with columns for 1 month, 3 months, 6 months, 1 year.

U.S. Money Market Funds

Table with columns for Merrill Lynch Ready Assets, 30-day average yield, etc.

Gold

Table with columns for New York, London, etc.



The Transrapid high-speed magnetic levitation train on the test track at Lathen, West Germany.

Transport Ministry, which controls the Federal Railway System, released a list of problems with the project...

Currency Rates

Table with columns for Currency, Par \$, and various exchange rates for July 8.

Interest Rates

Table with columns for Eurocurrency Deposits, 1 month, 3 months, 6 months, 1 year.

Key Money Rates July 8

Table with columns for Market rates, Discount rate, Prime rate, etc.

Asian Dollar Deposits

Table with columns for 1 month, 3 months, 6 months, 1 year.

U.S. Money Market Funds

Table with columns for Merrill Lynch Ready Assets, 30-day average yield, etc.

Gold

Table with columns for New York, London, etc.



The Transrapid high-speed magnetic levitation train on the test track at Lathen, West Germany.

Transport Ministry, which controls the Federal Railway System, released a list of problems with the project...

Currency Rates

Table with columns for Currency, Par \$, and various exchange rates for July 8.

Interest Rates

Table with columns for Eurocurrency Deposits, 1 month, 3 months, 6 months, 1 year.

Key Money Rates July 8

Table with columns for Market rates, Discount rate, Prime rate, etc.

Asian Dollar Deposits

Table with columns for 1 month, 3 months, 6 months, 1 year.

U.S. Money Market Funds

Table with columns for Merrill Lynch Ready Assets, 30-day average yield, etc.

Gold

Table with columns for New York, London, etc.

CORUM watch advertisement with image of a watch and text: Designs on time. Individually made with a degree of skill and care that belongs to a former time, Corum Watches carry design into the future.

AMEX Most Active, AMEX Stock Index, and other financial data columns.

Friday's NYSE Closing

Tables include the nationwide prices and do not reflect late trades elsewhere.

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

(Continued)

Table with columns: 15 Month High Low, Div. Yld. PE, St. 100 High Low, Close, Chg. Includes various stock symbols and their prices.

U.S. Futures

Via The Associated Press

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like WHEAT, SOYBEANS, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like CATTLE, HOGS, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like GOLD, SILVER, etc.

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like COCAINE, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like EUROPEAN, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like LUMBER, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like STOCK, etc.

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like METALS, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like CURRENCY, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like COMMODITIES, etc.

(Continued)

Table with columns: Season High, Season Low, Open, High, Low, Close, Chg. Includes various futures contracts like FINANCIAL, etc.

Computerland Expected To Make Stock Offering

Computerland Inc. is expected to file for an initial public stock offering within a week, according to financial sources and industry reports.

U.S. Consumers Added May Debt At Modest Pace

WASHINGTON — Americans increased their installment borrowing at a modest annual rate of 4.6 percent in May, as growth in consumer credit slowed from the rapid expansion of earlier this year, the government said Friday.

NSE High-Lows

Table listing high and low prices for various stocks on the NYSE.

AMEX High-Lows

Table listing high and low prices for various stocks on the AMEX.

Bond and Allied-Lyons Hold Talks on Venture

LONDON — Alan Bond, the Australian entrepreneur whose business empire includes the Castlemeane brewery, said Friday he is negotiating with Allied-Lyons PLC of Britain about a possible joint brewing operation in Europe.

U.S.-Soviet Grain Talks End Without an Accord

VIENNA — A third round of U.S.-Soviet talks on a new multibillion-dollar grain pact ended Friday without agreement, but officials before the current agreement expires Sept. 30.

Paris Commodities

Table listing prices for various commodities in Paris.

London Metals

Table listing prices for various metals in London.

Spot Commodities

Table listing prices for various spot commodities.

London Treasuries

Table listing prices for various London treasuries.

S&P 100 Index Options

Table listing prices for S&P 100 index options.

London Commodities

Table listing prices for various London commodities.

Dividends

Table listing dividend information for various companies.

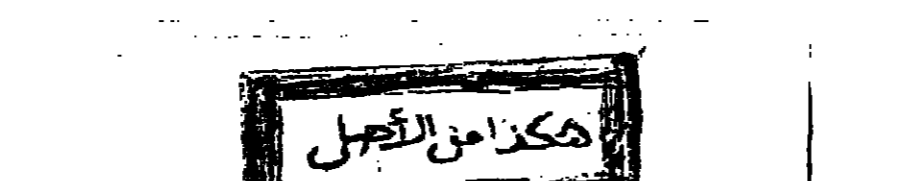
DM Futures Options

Table listing prices for DM futures options.

EC to Levy Duty On Daisy Printers

The temporary duties amount to 12.4 percent for Tokyo Electric Co. and Tokyo Juki Industrial Co., and to 43.2 percent for the other Japanese manufacturers.

Advertisement for Drexel S, Airbus Seeking Further Sales in East Europe, ESCORT SERVICE, and other services.



Reaching More Than a Third of a Million Readers in 164 Countries Around the World.

BUSINESS ROUNDUP

Drexel Said to Brace for SEC Action

By Anise C. Wallace
New York Times Service
NEW YORK — Drexel Burnham Lambert Inc. is stepping up its efforts to brace employees and customers to the likelihood of facing impending charges of securities law violations, according to several customers of the investment firm.

One institutional money manager was told by a Drexel salesman Wednesday that charges might be brought within 24 hours. When no charges were made Thursday, the money manager said, the salesman then said that Drexel was unsure when they might be brought.

System whether there were negotiations with the SEC.
The reiterated what he has said earlier, that he wasn't too optimistic regarding the prospect of a settlement," said the Drexel spokesman, Steven Andree.

Airline Complaints in U.S. Dropped Sharply in June

Los Angeles Times Service
WASHINGTON — U.S. consumer complaints to the government about overbooked flights, mishandled baggage and other air travel inconveniences dropped sharply last month, continuing a trend that has seen complaints plummet 70 percent over the past year, the Department of Transportation said Thursday.

TRAIN: Bonn Finds Obstacles Along the Fast Track

(Continued from first finance page)
question of what will happen when two trains running in opposite directions pass each other at high speed has not been addressed. One expert said there was a possibility that the force of the air pressure generated by two trains passing at a combined 600 mph could cause the trains' windows to implode.

TGV, which is another rival. The French conventional train would need 2 hours, 10 minutes for the journey, nearly an hour slower than the Transrapid.
Representatives of Thyssen Henschel, the West German company heading the Transrapid project, are in touch with American companies, notably General Dynamics Corp. and Bechtel Group Inc., on the building of a Transrapid consortium in the United States.

increasingly troublesome in Europe, the United States and elsewhere, the Transrapid speed advantage over conventional trains is seen as one of its principal attractions.
"The Transrapid will gain importance as industrial areas expand and the need increases to bring large numbers of people quickly from one point to another," Mr. Riesenhuber said.

Airbus Seeking Further Sales In East Europe

MUNICH — Western Europe's Airbus consortium said on Friday it is talking to two or three East European airlines that might want to follow East Germany's recent example and buy its airplanes.
Airbus Industrie sold three extended-range A-310-300 airliners to East Germany's Interflug last month.

West German Banks Move to Join Swiss Bond Syndicate

FRANKFURT — West Germany's big banks are discreetly jockeying for membership in Switzerland's exclusive "Big Syndicate," which underwrites about 70 percent of foreign bonds issued in that country, bankers said.

"You have to go through thick and thin with the syndicate. And you can't just go out on your own initiative and do a deal," a senior investment banker at a West German bank said.

In November, Swiss banks loosened the rules by making it easier for members to decline participation in issues, letting all members lead issues and increasing quotas to temporary members.

Deutsche Bank AG, Dresdner Bank AG and Commerzbank AG — are most likely to join, bankers said.

ESCORTS & GUIDES
INTERNATIONAL ESCORT SERVICE
Head office in New York
330 W 56 St, NYC 10019 US
212-765-7896
212-765-7754

INTERNATIONAL CLASSIFIED
(Continued from Back Page)
ESCORTS & GUIDES
LONDON
Portman Escort Agency
67 Chiltern Street
London W1M 5BS
Tel: 496 3724 or 484 1158

U.S. Jobless Rate Drops to 14-Year Low
You read about it in today's Trib. But shouldn't you be following important events like these every day? Make sure you get your daily Herald Tribune.

Herald Tribune
BUSINESS/FINANCE
Monday: Eurobonds/International Credit and World Stocks in Review.
Tuesday: International Stock Markets
Wednesday: Madison Avenue.
Thursday: International Manager.
Friday: Wall Street Watch.
Saturday: Economic Scene.
Tuesday through Saturday: Currency Markets.
Personal Investing on the second Monday of every month. And the latest financial figures every day.

Herald Tribune
Special introductory rates for new subscribers
Country Currency 1 year 6 mos. 3 mos.
Austria A.Sch. 4,900 2,700 1,500
Belgium B.F. 11,500 6,200 3,400
Denmark D.Kr. 2,700 1,500 800

CURRENCY MARKETS

Dollar Surges Despite Intervention

NEW YORK — The dollar surged to a nine-month high above 1.84 Deutsche marks on Friday. A surprisingly strong U.S. employment report raised expectations that the Federal Reserve would munge American interest rates higher.

London Dollar Rates

Table with columns: Currency, Rate, Change. Includes Deutsche mark, Swiss franc, French franc.

The dollar's surge came despite repeated intervention by the U.S. and West German central banks. While its strength in the face of official selling surprised some dealers, others saw the Fed and Bundesbank moves to prop the mark as little more than a show of solidarity.

France Cuts Key Interest Rate to 6.75%

PARIS — The Bank of France said it cut its key intervention rate by 1/4 point to 6.75 percent at a money market securities repurchase tender on Friday.

U.S. Bond Prices Fall on Employment Report

NEW YORK — Prices of U.S. bonds were lower Friday after surprisingly strong employment figures fostered a belief in the markets that the Federal Reserve might be on the verge of tightening policy.

Seoul Plans to Limit Appreciation of Won

SEOUL — South Korea plans to limit the appreciation of the won later this year because the economy appears to be slowing, government economic planners said on Friday.

Tokyo Adds Bond Contract

TOKYO — The Tokyo Stock Exchange began futures trading in 20-year Japanese government bonds Friday.

JOBS: U.S. Unemployment Rate Fell to 5.3% in June

WASHINGTON — The unemployment rate fell to 5.3 percent in June, the lowest since 1982, according to a report from the Bureau of Labor Statistics.

France Cuts Key Interest Rate to 6.75%

PARIS — The Bank of France said it cut its key intervention rate by 1/4 point to 6.75 percent at a money market securities repurchase tender on Friday.

U.S. Bond Prices Fall on Employment Report

NEW YORK — Prices of U.S. bonds were lower Friday after surprisingly strong employment figures fostered a belief in the markets that the Federal Reserve might be on the verge of tightening policy.

Seoul Plans to Limit Appreciation of Won

SEOUL — South Korea plans to limit the appreciation of the won later this year because the economy appears to be slowing, government economic planners said on Friday.

Tokyo Adds Bond Contract

TOKYO — The Tokyo Stock Exchange began futures trading in 20-year Japanese government bonds Friday.

Friday's OTC Prices

NASDAQ prices of 4 AM, New York time. The list consists of the 1,000 most traded securities in terms of dollar volume.

Table of OTC prices for various stocks including AAW, ADC, ADI, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Table of stock prices for various companies including ABB, ABC, etc.

Banker Picked to Lead London Stock Exchange

LONDON — A banker, Andrew Hugh Smith, was chosen Friday to be the new president of the London Stock Exchange, replacing Sir Nicholas Goodison, market sources said.

SCIENCE IN THE HOT EVERY THURSDAY. A FULL PAGE ON RECENT DISCOVERIES IN SCIENCE AND MEDICINE.

ACROSS

1 Writer Jong
6 Cape Town money
10 Shade of blonde
13 NATO's defunct cousin

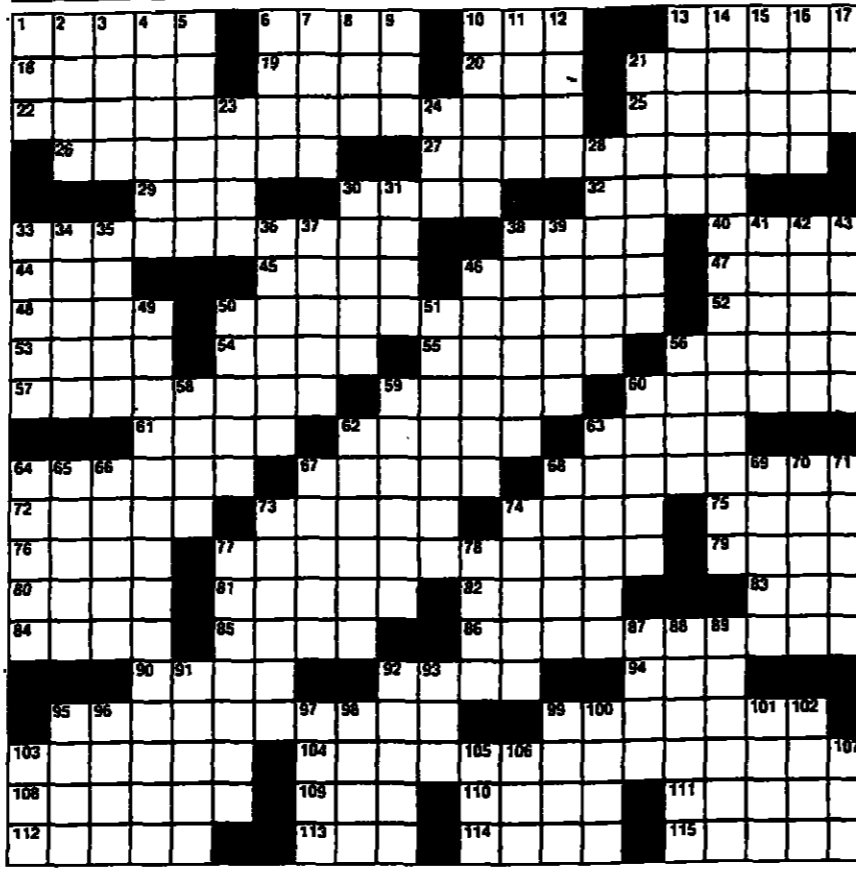
ACROSS

46 More Machiavellian
47 Rational
48 Red-ink item

ACROSS

76 Abound
77 His signature led all the rest
79 Mata follower

Eponyms By Kay Sullivan



© New York Times, edited by Eugene Malachuk.

DOWN

1 Paleozoic, e.g.
2 Approach of a sort
3 Inding
4 Memorable

DOWN

15 Recorded proceedings
16 Now partner

DOWN

34 Mezzo role in 'Don Carlos'

DOWN

49 He made his mark by not making his mark

DOWN

63 Money in coin

DOWN

74 Double quartet

DOWN

95 Goya subject

DISCOS AND DEMOCRACY:

China in the Throes of Reform
By Orville Schell. 384 pages. \$19.95. Pantheon Books Inc., 201 East 50th Street, New York, N.Y. 10022.

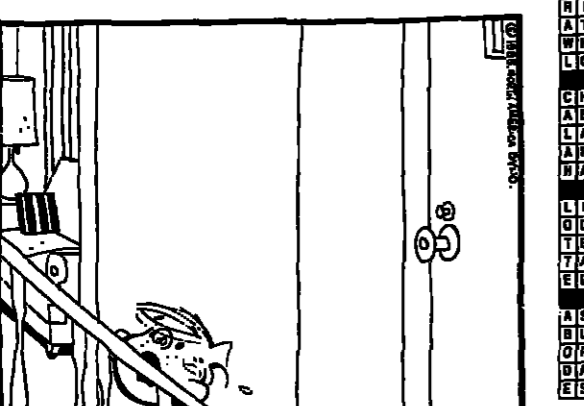
Reviewed by Perry Link
ONE thing that has made China-watching so interesting—and treacherous—is that purportedly "historic" change is announced every few years.

BOOKS

"Discos and Democracy," his account of 1985-87, is once again full of surprises. Schell enjoys juxtaposing images of current and earlier Chinas in order to point up ludicrous incongruities: Mao and Kennedy's Fried Chicken sharing Heavenly Peace Square.

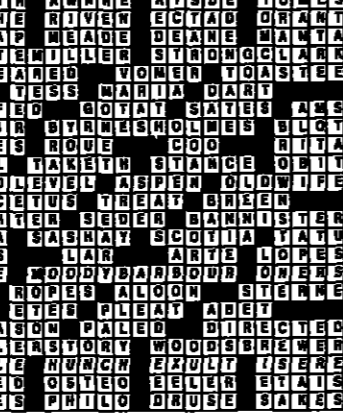
Chinese intellectuals are often chagrined that Westerners follow human rights issues in the Soviet Union with much more assiduity and indignation than they ever apply to China.

DENNIS THE MENACE



"NO, I'M NOT TRACKING MUD INTO THE KITCHEN! I CAME IN THE FRONT DOOR!"

Solution to Last Week's Puzzle

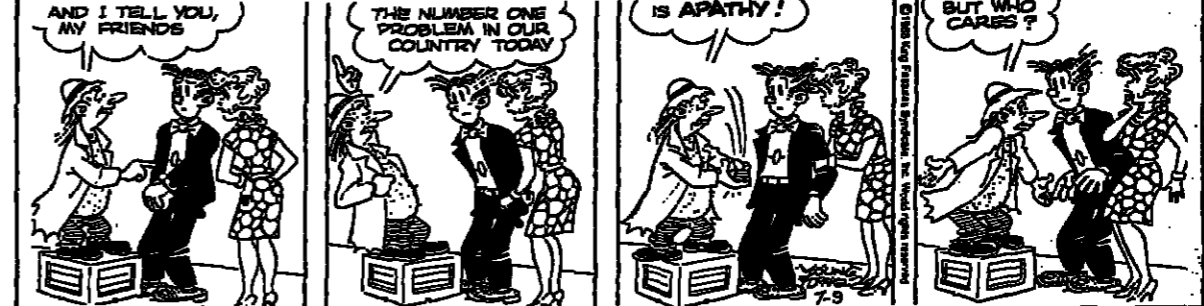


Third, the contrast between Maoist times and the present is sometimes less stark if one probes beneath the surface of the Maoist years.

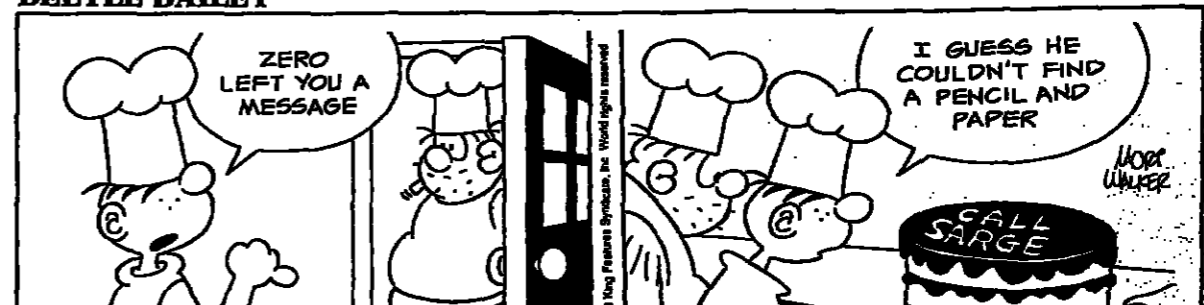
PEANUTS



BLONDIE



BEEBLE BAILEY



ANDY CAPP



WIZARD OF ID



REX MORGAN



GARFIELD



WEATHER

Table with weather forecasts for Europe, Asia, Africa, Latin America, North America, Middle East, and Oceania. Columns include location, high, low, and other weather details.

World Stock Markets

Via Agence France Presse Closing prices in local currencies, July 8

Table of world stock market closing prices for various regions including Amsterdam, London, Zurich, Sao Paulo, Milan, Stockholm, Frankfurt, and others.

Sydney

Table of stock market data for Sydney.

Zurich

Table of stock market data for Zurich.

Tokyo

Table of stock market data for Tokyo.

Sao Paulo

Table of stock market data for Sao Paulo.

Milano

Table of stock market data for Milano.

Stockholm

Table of stock market data for Stockholm.

Frankfurt

Table of stock market data for Frankfurt.

London

Table of stock market data for London.

Amsterdam

Table of stock market data for Amsterdam.

Stockholm

Table of stock market data for Stockholm.

Frankfurt

Table of stock market data for Frankfurt.

London

Table of stock market data for London.

Large vertical advertisement on the right side of the page, including 'Time' magazine, 'U.S. Olympic To Keep S.', and 'SHERIDAN MORLEY'.

SPORTS

Time Trial Sorts Out Early Tour Favorites

By Samuel Abt International Herald Tribune

WASQUEHAL, France — The early favorites in the Tour de France began sorting themselves out Friday as a time trial through the rusted belt of the French North yielded the outlines of the battle to come.

That question should be uppermost in the minds of Jean-François Bernard and Sean Kelly. Neither finished far back Friday — Bernard was ninth in the 194-man field. But he beat the climbers by less than a minute, and he and Kelly failed to open the sort of lead they will need when the race arrives in the Alps on Wednesday.

None of the above are threats in the mountains and their Tour de France is likely to end soon. Another rider in that category, to judge by the results Friday, is Laurent Fignon, a Frenchman who was once the golden boy of bicycling. His race against the clock showed that he will not be winning his third Tour de France this year.



SETTING SAIL FOR LIBERTY — The French yacht Michelob beginning the downwind leg of a race in the fifth annual Liberty Cup regatta in New York Harbor. After the first day of racing Thursday, Gary Jobson of the United States, the winner of the event in 1985 and 1986, grabbed the lead with a perfect 3-0. The Liberty Cup is one of 10 major match-racing events in the world.

Don't bury him yet," Hinault advised. "For me, the big day is today. Unless he is a great performer, he is going to find himself in a difficult position."

SIDELINES

Williams to Replace Brown at Kansas

LAWRENCE, Kansas (AP) — Roy Williams, an assistant basketball coach at the University of North Carolina, was named head basketball coach at the University of Kansas on Friday, replacing Larry Brown, who resigned in June after leading the Jayhawks to the National Collegiate Athletic Association title in April.

Davis Cup Tennis to Use Tiebreakers

PARIS (AP) — The International Tennis Federation has voted to adopt the tiebreaker in Davis Cup competition beginning in 1989, following the formula used in the Grand Slam tennis tournaments.

Quotable

Jack Clark of the New York Yankees, asked who throws harder, Roger Clemens or Dwight Gooden: "Nolan Ryan" (LAT) Detroit pitcher Walt Terrell, after getting knocked out early in a game against the New York Yankees: "I was so wild I would have walked Maunuloa four times." (LAT)

Galarraga and Viola Lead All-Star Backups, Pitchers

NEW YORK — Andres Galarraga, the National League batting leader, was among 18 first-time All-Stars, and Frank Viola, Minnesota's pitching ace, was one of five Twins named to the American League team on Thursday when pitchers and reserves were picked for the All-Star Game.

Jackson Leads Reds Over Phillies

CINCINNATI — Danny Jackson notched his 10th victory and Chris Sabo drove home two runs to lift the Cincinnati Reds to a 5-2 triumph Thursday night over the Philadelphia Phillies.

Major League Standings

Table showing Major League Standings for American League and National League, including teams like Detroit, Boston, Toronto, Oakland, etc., with columns for W, L, Pct., GB.

U.S. Olympic Panel Votes To Keep S. Africa Policy

NEW YORK — The directors of the U.S. Olympic Foundation, the fund-raising arm of the U.S. Olympic Committee, have voted against a measure that would have suspended future investments in American companies that do business in South Africa.

Tennis Group Sets Ban

The leadership of the International Tennis Federation voted Friday to ban South Africa from three worldwide championships and to seek the end of a Grand Prix tournament held annually in Johannesburg.

SCOREBOARD

Scoreboard section containing Baseball (Thursday's Line Scores, Major League Leaders), Cycling (Tour de France), and PITCHING (13 decisions) for both leagues.

TRANSITION

TRANSITION section containing College (Big Eight Conference, Central Florida Community College, etc.), Football (National Football League, etc.), and Basketball (American League, etc.) news.

Advertisement for Longines Precision watches, featuring a large image of a watch and text: 'You have a date with Longines Precision LONGINES Official Timekeeper Formula 1 Grand Prix racing and of the Ferrari racing team'.

Advertisement for Russell Baker, featuring text: 'RUSSELL BAKER IN THE HIT EYE WEDNESDAY AND FRIDAY URBANE WIT AT ITS SATIRICAL BEST'.

Vertical sidebar advertisements on the left edge of the page, including 'EFS', 'hat Killed 4', 'n Kills 31', 'ster in Iowa', 'Major Quake', 'Tax Rebate', and 'DATE'.

POSTCARD Coming Home to Roost

By B. Drummond Ayres Jr. New York Times Service

FROSTBURG, Maryland — This was not a bad day for No. 8702. Not a bad day at all, considering that while enjoying his morning reverie he had suddenly and rudely been caged, zapped and then tossed to the four winds.

Still, No. 8702 had fooled them. He had come home to roost. No. 8702 is a homing pigeon, who is helping researchers learn what happens when he is struck by electromagnetic pulses of the sort a nuclear explosion would generate.

Does the pulse interfere with his navigational ability, which some scientists believe is based in part on magnetic factors? And, by extension, would such pulses affect the navigational ability of other migratory creatures who somehow always make it back home, not only those in the air but also those on land and in the sea?

The Triumphant Return of 'Fuff'

By Charles Trueheart Washington Post Service

WASHINGTON — On a perfect evening not long ago, in a perfect Georgetown garden just dewy enough to make the striped cotton shirts on the gentlemen guests a trifle damp at the collar, Elizabeth Winthrop made what she calls "the return of the triumphant daughter."

She chases the phrase with a dry laugh. It was a modestly triumphant occasion; the woman's coming-out party for Winthrop's novel, "In My Mother's House" (Doubleday). But it was also a reunion of the friends who have always known the author as Stewart Alsop's daughter — and the book may give them a reason to "wake up," she says, to the writer she has become.

Across Polly and Clayton Fritchey's bricked garden one could spy Richard Helms, the former director of central intelligence; Senator Claiborne Pell of Rhode Island; Katharine Graham, chairman of The Washington Post Company; the columnist Tom Braden; Winthrop's godfather, and his wife Joan; and other friends.



"Fuff," a.k.a. Elizabeth Winthrop, the author of 26 children's books and novels.

Winthrop suspected the old house harbored a story, if not dozens, and her late grandmother Corinne was a promising place to start — an active Republican politician in Connecticut, first cousin both to Eleanor Roosevelt and Alice Roosevelt Longworth, mother of not just one but two illustrious newspaper columnists, Joseph and Stewart Alsop.

What the navy really wants to know is the effect electromagnetic pulses would have on communications in a nuclear exchange. But before it can pulse any of its ships to determine this, it must submit an environmental impact statement.

Would the simulation do irreparable harm to the environment? Would it affect not only navigational abilities of some creatures but also reproductive capacity and other biological factors?

This is where McIsaac and his birds come in, along with other researchers elsewhere who are experimenting on land and sea creatures. Some environmentalists have objected mightily to the proposal to test ships, forcing a move of one test site from the Chesapeake Bay to a point in the Atlantic off North Carolina.

Most puzzling is how pigeons remember where the loft is situated and, once they prepare to head for home, how they figure out where they are. For without those points of reference, the ability to set and keep a homebound azimuth would be moot.

When freed a short while later about seven miles from his loft, he circled for a few minutes, which what homers do, then headed in an absolute straight line for home.

INTERNATIONAL CLASSIFIED

Real Estate, Employment, and Business Classifieds. Includes sections for Real Estate (Paris, London, etc.), Employment (General, Domestic, etc.), and Business Services (Accountants, etc.).

PEOPLE

French TV Newsman Resigns Network Post. One of France's most popular television newsmen, Charles Ockrent, resigned from the TF1 network on Friday, saying his views on the role and future of the network "diverged" from those of Francis Boyenque, the major stockholder.

Prince Charles of Britain and Queen Margaret II of Denmark and her husband, Peter Mahony, will attend a preview Aug. 2 of a new British production of "Hamlet" at Kronborg Castle in Denmark.

Prince Charles of Britain and Queen Margaret II of Denmark and her husband, Peter Mahony, will attend a preview Aug. 2 of a new British production of "Hamlet" at Kronborg Castle in Denmark.

Rock stars Bruce Springsteen and Peter Gabriel have entered to perform in a concert series marking the 40th anniversary of the Universal Declaration of Human Rights, according to Amnesty International.

He looked like the typical American teen-ager, but the boy watching a gymnastics presentation at New York State University in Albany was Stanislaw Walecki, 15, son of Poland's Solidarity leader, Lech Walesa.

He looked like the typical American teen-ager, but the boy watching a gymnastics presentation at New York State University in Albany was Stanislaw Walecki, 15, son of Poland's Solidarity leader, Lech Walesa.

He looked like the typical American teen-ager, but the boy watching a gymnastics presentation at New York State University in Albany was Stanislaw Walecki, 15, son of Poland's Solidarity leader, Lech Walesa.

He looked like the typical American teen-ager, but the boy watching a gymnastics presentation at New York State University in Albany was Stanislaw Walecki, 15, son of Poland's Solidarity leader, Lech Walesa.

He looked like the typical American teen-ager, but the boy watching a gymnastics presentation at New York State University in Albany was Stanislaw Walecki, 15, son of Poland's Solidarity leader, Lech Walesa.

DISCOVER LEARNING FOR YOUR WORLD IN SATURDAY'S INTERNATIONAL EDUCATION DIRECTORY TODAY ON PAGE 3.

PERSONAL MESSAGES. MAY THE SACRED HEART OF JESUS be adored, glorified, loved and preserved throughout the world, now and forever.

ANNOUNCEMENTS. UP TO 52 FREE ISSUES. When you subscribe to The International Herald Tribune in the daily subscription ad.

ANNOUNCEMENTS. TO OUR READERS VISITING FROM THE U.S. THE IHT IS NOW AVAILABLE IN KEY U.S. CITIES ON DATE OF ISSUE.

DAKS CORNER. LONDON PARIS MUNICH GENEVA HONG KONG TOKYO HAMBURG ATHENS. EXCLUSIVE CLOTHES FOR MEN AND WOMEN.

HOTELS. RUIBOR HOTEL, New York, 530 rooms. Fashionable East Side of Manhattan.

GOLF. SCOTLAND & LONDON. More than 40 golf courses in 18 countries.

RESTAURANTS NIGHT CLUBS. SWITZERLAND. AU VIEUX CHATEAU - Fully Swiss.

EDUCATION. INDIVIDUALIZED HOME STUDY programs leading to American Diplomas.

PRIVATELY FOR SALE. Elegant Italian built fast motor yacht. Length: 20 meters. Engines: 2 TURBO, 1,150 HP each.

WEEKEND BASIN. See Page 1.

In Tehran Stirs W. By Karen DeYon. Eight-year-old Iranian boy is being taught to take their country's Islamic revolution.

Failures Said to C. By Molly Moor. Washington - New revelations design fault in B-1 bomber's electronic war-tan.

Kiosk. MOSCOW (AP) - Russian towns across Afghanistan are rocked and rattled.

Bombardier. MOSCOW (AP) - Russian towns across Afghanistan are rocked and rattled.

Monday Q&A. Douglas Ford, chief executive of the Hong Kong Stock Exchange, discusses reform plans.

General News. Saito said that returning to Vietnam must be a realistic alternative to their settlement in the West.